

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

January 17, 2007

Mr. Robert D. Drachuk 44 West 400 South Post Office Box 206 Delta, Utah 84624

Subject: Demand for Completion of Certificate of Deposit (CD) Letter Agreement

and Bank Administrative Hold Letter, Robert Drachuk, Mineral Fossil

Lease 42750, M0270014, Millard County, Utah

Dear Mr. Drachuk:

The Division has not received any account information from Wells Fargo Bank, NA identifying that the Certificate of Deposit account has been re-titled naming the State of Utah, Division of Oil, Gas and Mining. In a letter dated December 14, 2006, the Division asked that the bank contact Ms. Beth Ericksen, (801) 538-5318, to arrange for the completion of the paperwork. As of today, the Division has not received the bank inquiry to initiate the paperwork process. At this time, the Division is requesting your assistance in acquiring the information necessary to complete the paperwork. Please provide the following information to the Division, Ms. Beth Ericksen, immediately:

- Bank name and mailing address;
- Bank contact person name, phone number, email address;
- CD account number:
- CD dollar amount;
- Name and title of branch/store manager who will be signing the CD letter agreement;
- Submit bank issued administrative hold letter for CD account

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Please provide the requested information immediately. Failure to furnish and maintain reclamation surety may result in a permit withdrawal, after notice and opportunity for board hearing, cessation of mining operations, and/or requirement to reclaim all lands affected.

Please contact Beth Ericksen, Minerals Surety Coordinator, for any additional information. She can be reached by telephone or email, (801) 538–5318 or bethericksen@utah.gov.

Sincerely,

Daron R. Haddock

Environmental Manager

Minerals Regulatory Program

Suran M. White

SMW:BE:be

cc:

Beth Ericksen, DOGM Tom Munson, DOGM

William Stokes, SITLA, 675 East 600 South, Salt Lake City, Utah, 84102 P:\GROUPS\MINERALS\WP\M027-Millard\S0270014-Drachek\final\mrcrequestDrachuk.doc